
AGENCY OVERVIEW**665 ND State Fair****Date:** 12/23/2014**Time:** 13:20:18

Statutory Authority

North Dakota Century Code Chapter 4-02.1.

Agency Description

The North Dakota State Fair Association produces the State Fair for North Dakota. This nine day event includes the production of horse, cattle, sheep and swine shows, 4H State Championship competitions, FFA State Championship competitions, several junior stock shows, and open class competitions for hundreds of categories. The annual budget for the State Fair and All Seasons Arena complex is over \$11.2 million.

State Fair provides the facilities, administration, staffing judges, equipment, prizes and recognition for those who bring over 43,000 entries from every community in North Dakota.

The Association provides educational and entertaining exhibits along with special attractions that bring North Dakotan's together to celebrate their heritage and lifestyle each year.

Agency Mission Statement

1. To meet the needs of North Dakota Fair goes through program changes determined by surveys of patrons and non-patrons.
2. To keep the association financially solvent.
3. To continue to fund the Fair's general operations through user fees.
4. To solicit private, corporate, city and county support for general operations and capital assistance.
5. To retain the support of state government through accountability for awards/prizes and assistance with one-time capital improvements.
6. To request state consideration for funding the Fair's asphalt repair, parking lot re-gravel, and barn roof repair projects.
7. To begin the plan for replacing the 1950's beef and dairy barns.

Agency Performance Measures

See major accomplishments.

Major Accomplishments

1. Generated revenues to operate facilities through admissions, rents, and gifts from friends.
2. Solicited \$42.0 million in capital construction from non-state revenues for capital improvements.
3. Generated revenue of \$11.5 million for capital improvements from admissions and rents.
4. Received international awards for excellence in the fair agricultural program.
5. Hosted 43,321 competitive entries from 4H, FFA, and open class in 2013.
6. Received entries from nearly every community in North Dakota.
7. Recognized state wide, regionally and nationally as a great attraction and The Show Place of North Dakota.

Future Critical Issues

Substantial damage occurred to the asphalt on the fair grounds and the gravel in the parking lots during the 2011 Souris River flood. The 2013 Legislative Session approved \$2.75 million capital improvement dollars for asphalt, which is being worked on during the summer of 2014. However, prices came in much higher than anticipated and only about 60 percent of needed asphalt repair will be accomplished. The need to complete this project is crucial and an estimated \$1.75 million will be needed from the 2015 Legislative Session to continue working on the asphalt project. In addition, new gravel needs to be replaced on the parking lots to repair the damage that occurred during the flood. However, this is one of those things that gets put off for more demanding issues.

REQUEST SUMMARY

665 ND State Fair

Biennium: 2015-2017

Bill#: HB1009

Date: 12/23/2014

Time: 13:20:18

Description	Expenditures 2011-2013 Biennium	Present Budget 2013-2015	Budget Request Change	Requested Budget 2015-2017 Biennium	Optional Budget Request
By Major Program					
State Support	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
Total Major Program	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
By Line Item					
Capital Assets	857,361	2,750,000	(2,750,000)	0	2,350,000
Premiums	277,370	546,000	0	546,000	24,000
Total Line Items	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
By Funding Source					
General Fund	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
Federal Funds					
Special Funds					
Total Funding Source	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
Total FTE	0.00	0.00	0.00	0.00	0.00

REQUEST DETAIL

665 ND State Fair

Biennium: 2015-2017

Bill#: HB1009

Date: 12/23/2014

Time: 13:20:18

Description	Expenditures 2011-2013 Biennium	Present Budget 2013-2015	Budget Request Change	Requested Budget 2015-2017 Biennium	Optional Budget Request
Capital Assets					
Extraordinary Repairs	857,361	2,750,000	(2,750,000)	0	2,350,000
Total	857,361	2,750,000	(2,750,000)	0	2,350,000
Capital Assets					
General Fund	857,361	2,750,000	(2,750,000)	0	2,350,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	857,361	2,750,000	(2,750,000)	0	2,350,000
Premiums					
Miscellaneous Supplies	17,370	0	0	0	0
Fees - Professional Services	260,000	546,000	0	546,000	24,000
Total	277,370	546,000	0	546,000	24,000
Premiums					
General Fund	277,370	546,000	0	546,000	24,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	277,370	546,000	0	546,000	24,000
Funding Sources					
General Fund	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total Funding Sources	1,134,731	3,296,000	(2,750,000)	546,000	2,374,000

CHANGE PACKAGE SUMMARY665 ND State Fair
Biennium: 2015-2017

Bill#: HB1009

Date: 12/23/2014

Time: 13:20:18

Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
<u>Base Budget Changes</u>						
Ongoing Budget Changes						
A-F 1 Remove one-time funding for capital		0.00	(2,750,000)	0	0	(2,750,000)
Total Ongoing Budget Changes		0.00	(2,750,000)	0	0	(2,750,000)
Total Base Budget Changes		0.00	(2,750,000)	0	0	(2,750,000)
<u>Optional Budget Changes</u>						
One Time Optional Changes						
A-D 1 Fair Grounds Asphalt Overlay	1	0.00	1,750,000	0	0	1,750,000
A-D 2 Expos Barn Roof Replacement	2	0.00	600,000	0	0	600,000
Total One Time Optional Changes		0.00	2,350,000	0	0	2,350,000
Ongoing Optional Changes						
A-C 1 Exhibitor Premium Funding	1	0.00	24,000	0	0	24,000
Total Ongoing Optional Changes		0.00	24,000	0	0	24,000
Total Optional Budget Changes		0.00	2,374,000	0	0	2,374,000

BUDGET CHANGES NARRATIVE

665 ND State Fair

Bill#: HB1009

Date: 12/23/2014

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Change Group: A	Change Type: C	Change No: 1	Priority: 1
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Exhibitor Premium Funding

An additional \$24,000 is requested for exhibitor premium funding to bring the total to \$570,000. The funds are used for prizes and awards to recognize the effort and quality of exhibits.

This is an inflationary increase to catch up with the costs of developing exhibits.

Change Group: A	Change Type: D	Change No: 1	Priority: 1
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Fair Grounds Asphalt Overlay

\$1,750,000 is requested to finish the asphalt overlay project. \$2,750,000 was approved for the 13-15 biennium for this and the project is currently undergoing. However, prices for the project came in much higher than anticipated so additional funding is needed to complete the project.

Change Group: A	Change Type: D	Change No: 2	Priority: 2
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Expos Barn Roof Replacement

\$600,000 is being requested for the Expo barn roof. The project would include replacing the existing ridge vent system with a new ridge cap designed to improve integrity during inclement weather.

Change Group: A	Change Type: F	Change No: 1	Priority: 1
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Remove one-time funding for capital

Remove \$2,750,000 in one-time funding for extraordinary repairs.

Change Group: R	Change Type: A	Change No: 1	Priority:
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Exhibitor premium funding

Provides an inflationary increase for exhibitor premiums of \$24,000 from the general fund.

Change Group: R	Change Type: B	Change No: 1	Priority:
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Asphalt Overlay project

BUDGET CHANGES NARRATIVE**665 ND State Fair****Bill#: HB1009****Date:** 12/23/2014**Time:** 13:20:18

Provides \$1.75 million in one-time general funds to complete the asphalt overlay project on the state fair grounds.